

# City Agencies

	Fiscal Year 2007 Proposed Budget	Positions
Centre City Development Corporation	\$176.4 million	51.40
Redevelopment	\$45.1 million	28.60
San Diego Data Processing Corporation	\$41.5 million	258.00
San Diego Housing Commission	\$275.7 million	237.50
Southeastern Economic Development Corporation	\$25.9 million	14.00



At a Glance

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**Centre City Development Corporation (CCDC)** was created by the City of San Diego in 1975 to plan, implement and direct redevelopment of San Diego's urban core. Approximately 1,450 acres which include the Centre City and Horton Plaza redevelopment projects are currently administered by the corporation.

The Fiscal Year 2007 Proposed Budget is scheduled to be presented to the Centre City Advisory Committee on April 19, 2006, the CCDC on April 26, 2006 and to the Redevelopment Agency on May 23, 2006.

The Fiscal Year 2007 Proposed Budget consists of three components; project activities, long term debt, and CCDC's administrative budget totaling \$176.4 million. The Proposed Budget contains a total of \$143.1 million of new appropriations; for projects (\$80.9 million), low and moderate income housing projects (\$42.1 million), tax sharing entity payments (\$10.4 million), and related soft costs including administration (\$9.7 million). Debt service on long term debt totals \$33.2 million.

Significant components of the budget include a provision for the Downtown Main Library, land acquisitions for Parks/Open Space and Fire Stations, the construction of a pedestrian bridge, North Embarcadero improvements, the Downtown Quiet Zone project, the Balboa Theatre renovation, and provisions to implement the Community Plan. The Proposed Budget also provides funding for various public improvements in the Cortez, East Village, Little Italy, Gaslamp and Core Districts including sidewalk improvements, street lights and park improvements.



City Redevelopment has a staff of 28.60 full-time equivalents to implement eleven redevelopment project areas totaling over 7,600 acres. The division also performs general administration for the Redevelopment Agency, coordinating budget and reporting requirements and maintaining the Agency's meeting docket and official records. The project areas managed by the division include:

- Barrio Logan
- City Heights
- College Community
- College Grove
- Crossroads
- Grantville
- Linda Vista
- Naval Training Center
- North Bay
- North Park
- San Ysidro

Formerly a division of the Community and Economic Development Department, City Redevelopment, together with the City Council's Committee on Land Use and Housing, is evaluating restructuring options to maximize efficiency and effectiveness. In

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addition, recommendations regarding best practices were received and are being evaluated for possible implementation.

Beginning with Fiscal Year 2006, City Redevelopment administrative costs are budgeted within City Redevelopment Fund 10275. Funding for these costs is provided by the Redevelopment Agency project area funds.

The Fiscal Year 2007 Budget for City Redevelopment totals \$96.3 million. Of this amount, \$45.1 million is comprised of new funds, with \$51.2 million carrying over from the previous year. Tax increment to be generated in Fiscal Year 2007 in the City Redevelopment areas is estimated to exceed \$39.5 million, or \$11.2 million more than Fiscal Year 2006 budgeted levels.

As required by law, 20% of all tax increment must be set aside to provide housing for low and moderate income households. For Fiscal Year 2007, new funds to be allocated for this purpose are expected to reach \$7.9 million. Additionally, a portion of the revenues received by the Agency are subject to sharing with other taxing agencies impacted by the formation of the project areas. For Fiscal Year 2007, new tax-sharing allocations amount to \$9.4 million. Other required expenditures include debt service payments for tax allocation bonds issued for the City Heights, North Bay and North Park project areas, and developer repayment obligations. These requirements total \$10.2 million of the funds to be received in Fiscal Year 2007. The following is a summary of these items:

FY 2007 tax increment	\$39.5 million
Less:	
20% Low/mod	7.9 million
Tax-sharing	9.4 million
Debt payments	<u>10.2 million</u>
Remaining Funds	<u>\$12.0 million</u>

Tax increment revenue received during Fiscal Year 2006 exceeded budget projections by approximately \$4.6 million. These funds are included in the Fiscal Year 2007 budget and are subject to the set-aside and tax-sharing requirements, also. Additional funding sources are expected by the Agency in Fiscal Year 2007. Other sources include developer funds, lease income, interest earnings and in-lieu fees.



The Fiscal Year 2007 Proposed Budget for the **San Diego Data Processing Corporation** is subject to approval by the Board of Directors on April 26, 2006. The Proposed Budget was developed based on the Fiscal Year 2007 Proposed Information Technology Budget for City departments and other non-city customers and is estimated at \$41.5 million.

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The Fiscal Year 2007 Proposed Budget for the **San Diego Housing Commission (SDHC)** will be presented to the SDHC on April 14, 2006 and to the Housing Authority on May 16, 2006. The proposed activity based budget allocates resources so that the Housing Commission will continue to serve more than 75,000 San Diegans. The \$275.7 million Proposed Fiscal Year 2007 Budget would enable the SDHC to:

- Assist 12,469 households to rent private housing.
- Subsidize approximately 100 first-time homebuyers.
- Produce 600 additional affordable rental units.
- Oversee physical improvements to 1,726 homes and apartments.
- Manage 1,769 units of publicly owned housing.
- Provide special purpose housing opportunities for 410 persons.
- Aid 500 families toward self-sufficiency.

The **Southeastern Economic Development Corporation** is a non-profit public benefit corporation in charge of all redevelopment activities occurring within a 7.2 square miles area adjacent to downtown San Diego. The Fiscal Year 2007 Proposed Budget is scheduled to be presented to the Redevelopment Agency on May 23, 2006 and is estimated at \$25.9 million. The budget is comprised of six components: (1) Administration \$1.9 million, (2) Capital Projects \$17.1 million, (3) Low and Moderate Income Housing \$2.3 million, (4) Economic Development, (5) Debt Service and Loan Repayment \$4.5 million, and (6) Continuing appropriations. The agency's objectives are to:

- Eliminate blighting influences including but not limited to incompatible land uses, obsolete and substandard structures and under-utilized land.
- Increase the supply and variety of housing that is available for all who are interested in living in southeastern San Diego.
- Increase the amount of adequate retail facilities offering quality merchandise.
- Accommodate new and relocated industries that enhance the community and provide employment opportunities for southeastern San Diego residents.
- Contribute to the construction and/or replacement of public infrastructure through the actual construction of and/or funding of necessary improvements.
- Support local entrepreneurs by providing programs to enhance the knowledge and skills of existing and future business owners.